

5/17/038

Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director

1594 West North Temple, Suite 1210 PO Box 145801 Sait Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

August 30, 2000

Re: Second Notice - Delinquent Permit Fees, Minerals Regulatory Program

Dear Permittee:

Our records indicate that we have not received your annual permit fee payment(s) for the 2000 fiscal year. The enclosed "Delinquency Notice" is sent as a second reminder that your annual payment is overdue for the listed project(s). Payment was due by July 28, 2000, for the original billing statements sent June 30, 2000. Your annual fee is now 30 days past due. If you have already sent in your payment, please accept our thanks and disregard this notice.

If you have reclaimed the project site and no longer wish to keep your permit active, you may check the box on the enclosed billing notice requesting a Division site inspection. This will suspend your fee payment until we can perform a site inspection. If our inspection shows that the site is stabilized and meets the 70% pre-mining revegetation success standard, then the project can be released and the case file closed. If the site is not satisfactorily reclaimed, you will be notified accordingly and the annual fee must be received within 30 days of the inspection date.

The annual permit fee(s) must be submitted to keep your permit in effect. All 1998-1999 delinquent fee payments have now been turned over to the Utah Office of Debt Collection (ODC) for further action. The ODC assesses subsequent interest, late penalties and a collection fee to the delinquent accounts.

An operator's failure to pay the required annual permit fee may result in permit revocation (cancellation) proceedings before the Board of Oil, Gas and Mining. Cancellation of your permit will not release you from any outstanding reclamation requirements on the project area. We hope to avoid taking any enforcement action with the 2000 year fees payments. Please either submit your payment; check the box, if reclaimed, requesting a site inspection; or contact us immediately to explain the extenuating circumstances for non-payment.

If you have any questions regarding this letter, please contact me at (801) 538-5286 or Joelle Burns at 538-5291. Thank you for your immediate attention to this matter.

Sincerely

D. Wayne Hedberg

Permit Supervisor

Minerals Regulatory Program



Governor

Kathleen Clarke
Executive Director
Lowell P. Braxton
Division Director

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KAIBAB INDUSTRIES 4602 E THOMAS RD PHOENIX AZ 85018

ATTENTION: BARRY HATCH/MERLIN ESPLIN

ANNUAL PERMIT FEE Annual Permit Fees (July 2002 thru June 2003) **PROJECT ID** ACRES **BILLING DATE PROJECT NAME** S170038 NA 06/30/2000 KAIBAB GOLD - MILLSITE **PROJECT STATUS** PERMIT TYPE ANNUAL FEE SMALL MINING OPERATION < 5 ACRES **INACTIVE** \$ 350

07/26/2002 \$ 350

Please see enclosed instructions for payment.

Please retain this portion for your records. For billing Information call (801) 538-5291

This portion MUST be returned with your payment to ensure proper credit. THANK YOU

ACCOUNT BILLED			PROJECT NAME		PROJECT ID	
KAIBAB INDUST	TRIES		KAIBAB GOLD - MILLSITE		S170038	
DUE DATE	ANNUAL FEE	AMOUNT DUE	FEE NOT ENCLOSED	Change of Add	Change of Address	
07/26/2002	\$ 350	\$ 350	Permittee requests an inspection to close	Contact		
TAX ID OR SOCIAL SECURITY # out this permit.				Address		
			NO			
		. GAS AND MINI	· · =			
1594 WEST NORTH TEMPLE SUITE 1210 PO BOX 145801				State Zip		
SALT LAKE CITY UT 84114-5801				Phone		
				Di	-11	

Please make check payable to:
Division of Oil, Gas and Mining